<u>Actio</u>	n Item	10

## PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA COMMISSION DIRECTIVE

ADMINISTRATIVE MATTER		DATE	April 21, 2021
MOTOR CARRIER MATTER		DOCKET NO.	2021-2-E
UTILITIES MATTER	✓	ORDER NO.	

## **SUBJECT:**

<u>DOCKET NO. 2021-2-E</u> - <u>Annual Review of Base Rates for Fuel Costs for Dominion Energy South Carolina, Incorporated (For Potential Increase or Decrease in fuel Adjustment or Gas Adjustment)</u> - Staff Presents for Commission Consideration Dominion Energy South Carolina, Incorporated's Annual Review of Base Rates for Fuel Costs.

## **COMMISSION ACTION:**

I move that the Commission find as follows:

That the fuel purchasing practices and policies, power plant operations, fuel inventory management, and other matters associated with S.C. Code Ann. § 58-27-865 (2015) are reasonable and prudent for the review period.

That the Stipulation entered by DESC, ORS and SCEUC is reasonable under S.C. Code Ann. § 58-27-865 (2015) and Commission orders in effect at the time of the hearing. In moving adoption of the Stipulation, I recognize that the Net Energy Metering (NEM) valuation methodology in effect is the methodology established in Commission Order No. 2015-194. However, once a final order in Docket 2019-182-E is issued that valuation methodology may change. If the final order in Docket 2019-182-E should change the inputs and/or methodology, I move that Dominion recalculate the DER incentive and other components which may change as a result of that final order. Dominion is instructed to provide the recalculations to the parties and file with the Commission, and at that time, the parties may propose next steps to account for any differences.

Also that Dominion's DER Incremental Cost Components by class properly allocate Dominion's DER program incremental costs, are reasonable, prudent, and are approved, and shall be effective with the first billing cycle of May 2021. These cost components are:

\$1.00 per month for residential, \$6.15 per month for Small and Medium General Service \$100.00 per month for Large General Service

That Dominion shall set its Base Fuel Components, Environmental & Avoided Capacity Cost Components, DER Avoided Cost Components consistent with the factors agreed to in the Stipulation. Based on the Stipulation, the total fuel costs are effective for bills rendered on and after the first billing cycle of May 2021 and are as follows:

- 2.523 cents per kWh for Residential
- 2.508 cents per kWh for Small General Service

- 2.488 cents per kWh for Medium General Service
- 2.464 cents per kWh for Large General Service
- 2.413 cents per kWh for Lighting

The result of these fuel factors is an increase of approximately \$1.59 per month on a Rate 8 residential customer using 1,000 kWh per month

I also move that the Commission approve DESC's proposal to include certain labor costs regarding nuclear fuel procurement, nuclear core design, safety analysis, and fabrication surveillance and final receipt inspection in the Base Fuel Component beginning with the reporting period that started January 1, 2021. Further, Dominion is directed to make necessary adjustments to remove these labor costs from base rates and shall report on these adjustments in its pending rate case in Docket 2020-125-E.

Finally, I move that Dominion's "Rider to Residential Rates and Time-of-Use Demand Rate 28 – Net Metering for Renewable Energy Facilities" may be eliminated because it terminated on December 31, 2020 and customers previously taking service under that rider have been transitioned to other rate schedules.

PRESIDING:	J. William	<u>S</u>		SESSION:	Regular TIME: 11:00 a.m.
	MOTION	YES	NO	OTHER	
BELSER		<b>✓</b>			Present in Hearing Room
CASTON		<b>✓</b>			Present in Hearing Room
ERVIN		<b>✓</b>			Voting via Webex
POWERS		<b>✓</b>			Present in Hearing Room
THOMAS	<b>✓</b>	<b>✓</b>			Voting via Webex
C. WILLIAMS		<b>✓</b>			Voting via Webex
J. WILLIAMS				Not Voting	Present in Hearing Room
(SEAL)					RECORDED BY: J. Schmieding

